

Michael Kind, Esq. (SBN: 13903)  
KAZEROUNI LAW GROUP, APC  
7854 W. Sahara Avenue  
Las Vegas, NV 89117  
Phone: (800) 400-6808 x7  
FAX: (800) 520-5523  
mkind@kazlg.com

Sara Khosroabadi, Esq. (SBN 13703)  
HYDE & SWIGART  
7854 W. Sahara Avenue  
Las Vegas, NV 89117  
Phone: (619) 233-7770  
Fax: (619) 297-1022  
sara@westcoastlitigation.com

*Attorneys for Plaintiff*

*(Additional Counsel for Plaintiff listed below)*

**UNITED STATES DISTRICT COURT**  
**DISTRICT OF NEVADA**

Jane Doe 1, individually and on behalf of all  
similarly situated individuals,

Plaintiff,

-v-

Las Vegas Bistro, LLC, a Nevada limited  
liability company; Dean Martin Dr. – Las  
Vegas, LLC, a Nevada limited liability  
company; 2145 B Street, LLC, a Nevada limited  
liability company; MIC Limited, a Michigan  
corporation; Deja Vu Entertainment  
Enterprises of Minnesota, Inc., a Minnesota  
corporation; Deja Vu - Colorado Springs, Inc.,  
a Colorado Corporation; Deja Vu, Inc., a  
Nevada corporation; Deja Vu Consulting, Inc.  
n/k/a Pine Tree Assets, Inc., and; Deja Vu  
Services, Inc., a Michigan corporation,

Defendants.

Case No.: 2:17-cv-00205

**CLASS AND COLLECTIVE ACTION  
COMPLAINT**

Plaintiff, on behalf of herself and all other similarly situated individuals in the Class  
defined below, brings this Class and Collective Action Complaint against Defendants and  
alleges as follows:

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22

**I. INTRODUCTION**

1. Plaintiff Jane Doe 1 (“Doe 1” or “Plaintiff”) brings this action against Las Vegas Bistro, LLC, a Nevada limited liability company; Dean Martin Dr. – Las Vegas, LLC, a Nevada limited liability company; 2145 B Street, LLC, a Nevada limited liability company; MIC Limited, a Michigan corporation; Deja Vu Entertainment Enterprises of Minnesota, Inc., a Minnesota corporation; Deja Vu - Colorado Springs, Inc., a Colorado Corporation; Deja Vu, Inc., a Nevada corporation; Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., and Deja Vu Services, Inc., a Michigan corporation (hereinafter collectively referred to as “Defendants”) to obtain declaratory, injunctive, and monetary relief resulting from Defendants’ misclassification of exotic Dancers as “independent contractors,” as opposed to “employees.” The Class that Plaintiff seeks to represent is composed of female employees who, during the relevant time period, worked as exotic dancers (hereinafter, “Dancers”) at Deja Vu Nightclubs in the United States. Plaintiff contends that Defendants denied the dancers their fundamental rights under federal and state wage and hour laws, causing them financial loss and injury. Specifically, Plaintiff alleges that Defendants intentionally misclassified dancers as independent contractors to deny them, and all other class members, minimum wages due and other employment benefits. Additionally, Plaintiff contends Defendants imposed unlawful tip sharing when they required dancers to share gratuities that patrons gave them with Defendants and other employees. Based on the alleged violations of state and federal law, Plaintiff brings this action against Defendants, seeking back pay, restitution, liquidated damages, injunctive and declaratory relief, civil penalties, prejudgment interest, attorneys’ fees and costs, and any and all other relief that the Court deems just and reasonable in the circumstances.

23 2. In 2014, the Nevada Supreme Court confirmed that the federal FLSA  
24 “economic reality test” for determining the existence of an employer-employee relationship  
25 applied in Nevada and confirmed that dancers at adult nightclubs were employees under  
26 federal and Nevada law:

27 Thus, based on our review of the totality of the circumstances of the working  
28 relationship's economic reality, Sapphire qualifies as an employer under NRS

608.011, and the performers therefore qualify as employees under NRS 608.010.

In so holding, this court is in accord with the great weight of authority, which has almost “without exception ... found an employment relationship and required ... nightclub[s] to pay [their] dancers a minimum wage.” *See Clincy*, 808 F.Supp.2d at 1343 (internal quotation omitted) (collecting cases). We therefore reverse the district court’s grant of summary judgment in favor of Sapphire and remand for further proceedings consistent with this opinion.

*Terry v. Sapphire Gentlemen’s Club*, 336 P.3d 951, 960–61 (Nev. 2014), *reh’g denied* (Jan. 22, 2015), *quoting Clincy v. Galardi S. Enterprises, Inc.*, 808 F. Supp. 2d 1326, 1343 (N.D. Ga. 2011). Other Courts have made similar determinations. *See e.g., McFeeley v. Jackson St. Entm’t, LLC*, 825 F.3d 235 (4th Cir. 2016); *Verma v. 30001 Castor, Inc.*, 2014 WL 2957453 (E.D. Pa. June 30, 2014).

## II. JURISDICTION & VENUE

3. This Complaint alleges causes of action under the Fair Labor Standards Act, 29 U.S.C. § 201 *et seq.* (“FLSA”). Accordingly, this Court has federal question jurisdiction under 28 U.S.C. § 1331 and supplemental jurisdiction under 28 U.S.C. § 1367 for all state law claims.

4. This Court has original subject-matter jurisdiction over the claims asserted in this action pursuant to the Class Action Fairness Act, 28 U.S.C. § 1332(d), in that: (1) there are at least 100 members in the proposed Class; (2) the amount in controversy exceeds \$5,000,000.00 exclusive of interest and costs; and (3) a member of each of the proposed classes is a citizen of a state different from the state of citizenship of the Defendants.

5. Venue is proper in this Court under 28 U.S.C. §§ 1391(b)(2) and 1391(c), because a substantial part of the events and conduct giving rise to the claims in this action occurred in this Judicial District. As noted below, each Defendant has sufficient “minimum contacts with it such that the maintenance of [this] suit does not offend ‘traditional notions of fair play and substantial justice.’” *Int’l Shoe Co. v. State of Wash., Office of Unemployment Comp. & Placement*, 326 U.S. 310, 316 (1945).

1           6.       Certain Defendants including Deja Vu, Inc. and Deja Vu Services, Inc. adopted  
2 common business policies and conducted unlawful and deceptive practices in and from their  
3 principal places of business in Nevada pertaining to the misclassification of dancers in the  
4 Class and other acts complained of, which emanated to other states, harming Class members  
5 there. Those common business policies established and enforced by Deja Vu, Inc. and Deja  
6 Vu Services, Inc., as joint employers of the members of the Class defined herein, are  
7 challenged in this action.

### 8                                   **III.       PARTIES & STANDING**

9           7.       Doe 1 is a resident of Saint Paul, Minnesota. At all relevant times, Doe 1 was  
10 Defendants' employee, as defined in 29 U.S.C. § 201 *et seq.* and Minn. Stat. §§ 177.23, 177.24  
11 and 181.171, and Nev. Rev. Stat. §608.010 *et seq.* working as an exotic dancer at Defendants'  
12 nightclub at Hustler Club in Las Vegas, Nevada, the Deja Vu Nightclub in Minneapolis,  
13 Minnesota and the Deja Vu Nightclub in Colorado Springs, Colorado. Doe 1 worked for  
14 Defendants on various dates during the class period, starting in 2012, through her termination  
15 without cause on approximately March 11, 2016. Throughout the course of her employment  
16 with Defendants, Doe 1, like all other class members, was: (1) misclassified as an independent  
17 contractor; (2) deprived of wages and other benefits that she was entitled to as an employee;  
18 and (3) required to split tip income with Defendants and their employees.

19           8.       Pursuant to the principles set forth in *Jane Does 1-2 v. SFBSC Mgmt., LLC*, 77  
20 F. Supp. 3d 990, 997 (N.D. Cal. 2015) (granting exotic dancers' motion to proceed  
21 anonymously and permitting present and future plaintiffs to use pseudonyms) and *Doe v.*  
22 *Ayers*, 789 F.3d 944, 944 (9th Cir. 2015) (finding Plaintiff inmate could proceed under a  
23 pseudonym because the severity of threatened harm, the reasonableness of his fears, and his  
24 Vulnerability to retaliation weighed in favor of anonymity), Plaintiff files this action under a  
25 fictitious name and seek to proceed anonymously, because: (a) she wishes to preserve her right  
26 to privacy; (b) there is a significant social stigma attached to Plaintiff's occupation as an exotic  
27 dancer; (c) there is an inherent amount of risk of injury by current and former patrons  
28 associated with Plaintiff's profession; and (d) Plaintiff would be hesitant to maintain this action

1 if her name was permanently associated with Defendants. For example, in another dancer  
2 misclassification case, after the defendant nightclub published the plaintiff dancer's true  
3 identify and contact information to patrons, she received threatening phone calls and a visit to  
4 her home by patrons, before the Court issued a temporary restraining order and protective  
5 order. *Verma v. 3001 Castor Inc. et al.*, Case No. 2:13-cv-03034 (E.D. Pa).

6 9. There is no prejudice to Defendants if Plaintiff files this action under a fictitious  
7 name and proceeds anonymously. In the ordinary course of business, Defendants identify  
8 Dancers, including Plaintiff, through pseudonyms and stage names. The Fifth Circuit has  
9 recognized:

10 It is customary in Defendants' business for employee-dancers, like Plaintiffs, to  
11 use pseudonyms and stage names for both security and privacy purposes. The use  
12 of these names allays any reasonable fear that proceeding anonymously would  
13 offend the "customary and constitutionally-embedded presumption of openness in  
14 judicial proceedings."

15 *N.W. Enterprises, Inc. v. City of Houston*, 352 F.3d 162 (5th Cir. 2003).

16 10. There are no due process concerns if Plaintiff proceeds anonymously, because  
17 Plaintiff will privately disclose her identity to Defendants to allow Defendants to assess and  
18 defend her claims.

19 11. Deja Vu, Inc., Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., and Deja  
20 Vu Services, Inc., are joint employers of all class members. Under federal and all applicable  
21 state laws, a "joint employer," is jointly and severally liable for violations of the wage and hour  
22 laws with the worker's nominal employer, if they are someone who acts "directly or indirectly  
23 in the interest of an employer in relation to an employee...." 29 U.S.C. § 203(d).

24 12. The "Club Locator" feature on Defendants' common website,  
25 www.dejaVu.com, lists at least fifty-one (51) adult nightclubs that they own and/or operate in  
26 the United States, under the names "Deja Vu Showgirls," "Centerfolds," "Dreamgirls," "Little  
27 Darlings," "Buck's Cabaret," "Club Rouge," "Pole Position," and "Sam's After Dark," "along  
28 with eleven (11) "Larry Flynt's Hustler Clubs," where class members work and/or worked as

1 exotic dancers. *See* <http://dejaVu.com/locations/> and <http://hustlerclubs.com/hustler-locations/>.  
2 (A complete list of the Deja Vu Nightclubs is attached hereto as Exhibit “A.”) Together, these  
3 62 adult nightclubs are referred to herein as the “Deja Vu Nightclubs” Excluded from the  
4 definition of “Deja Vu Nightclubs” as used in this Complaint are “Krush,” “Hammered  
5 Harry’s,” “Cat’s Meow,” “Chicken Ranch Brothel,” and the “Erotic Heritage Museum.”

6 13. Each of the Deja Vu Nightclubs consists of several business entities, nearly all  
7 of which are Nevada business entities. Together, these entities comprise an enterprise and with  
8 Deja Vu, Inc., Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., and Deja Vu Services,  
9 Inc. are the joint employers of the members of the Class. For instance, Plaintiff Jane Doe 1  
10 worked at the Larry Flynt’s Hustler Club in Las Vegas, Nevada. Located at 6005 Dean Martin  
11 Drive in Las Vegas, public records indicate that the property is owned by “Dean Martin Dr –  
12 Las Vegas, LLC,” a Nevada domestic limited liability company that lists Harry V. Mohney as  
13 the manager. Upon information and belief, Mr. Harry Mohney resides in Las Vegas, Nevada.  
14 Public records indicate that the nightclub itself operates as “Las Vegas Bistro, LLC”, also a  
15 Nevada domestic limited liability company. Las Vegas Bistro LLC’s manager is Jason C-H  
16 Mohney. Upon information and belief, Mr. Jason C-H Mohney is the son of Mr. Harry  
17 Mohney and also resides in Las Vegas, Nevada. The Nevada Secretary of State’s records show  
18 at least forty-six (46) Deja Vu-affiliated entities associated with Mr. Jason C-H Mohney and at  
19 least forty-three (43) Deja Vu-affiliated entities associated with Mr. Harry Mohney.

20 14. The Deja Vu club in Minneapolis, Minnesota is located at 315 Washington  
21 Avenue and public records indicate that the property is owned by MIC Limited, a Michigan  
22 corporation registered to do business with the Nevada Secretary of State that lists Christopher  
23 Corwin and George Couch as corporate officers. Upon information and belief, Mr. Couch is  
24 the son-in-law of Mr. Harry Mohney. Public records indicate that the nightclub itself operates  
25 as “Deja Vu Entertainment Enterprises of Minnesota, Inc.,” a Minnesota corporation operated  
26 by Mr. Peter Hafiz. Upon information and belief, Mr. Hafiz is a longtime business associate of  
27 Mr. Harry Mohney and resides in the Twin Cities (MN) metropolitan area.  
28

1           15.     The “Deja Vu Showgirls” club in Colorado Springs, Colorado is located at 2145  
2 B St, Colorado Springs, Colorado and public records indicate that the property is owned and/or  
3 operated by “Deja Vu- Colorado Springs, Inc.” a Colorado corporation registered to do  
4 business with the Colorado Secretary of State. On its Articles of Incorporation, and other  
5 filings, Deja Vu - Colorado Springs, Inc. lists its principal place of business as 1530 1st Ave S,  
6 Suite A, Seattle, WA 98134, which is the same address as the Dreamgirls nightclub in Seattle.

7           16.     Upon information and belief, the operations of each of the Deja Vu Nightclubs  
8 are jointly controlled by Deja Vu, Inc., a Nevada domestic corporation, Deja Vu Consulting,  
9 Inc. n/k/a Pine Tree Assets, Inc., a Michigan Corporation, and Deja Vu Services, Inc., a  
10 Michigan corporation registered to do business with the Nevada Secretary of State. Deja Vu,  
11 Inc.’s president, secretary, and treasurer are Donald Krantz. Upon information and belief, Mr.  
12 Krantz is long-time business associate and personal friend of the Mohny family. Mr. Krantz  
13 is a resident of Mira Loma, California, which is approximately a three-hour drive from Las  
14 Vegas, Nevada. Deja Vu, Inc.’s director is George Couch. The Nevada Secretary of State’s  
15 records show at least twenty (20) Deja Vu-affiliated entities associated with Mr. Krantz.

16           17.     Deja Vu Services, Inc.’s president, secretary, and treasurer is George Couch.  
17 Mr. Couch is also a director of Deja Vu Services, Inc. Upon information and belief, Mr. Couch  
18 is a resident of Brighton, Michigan and Harry Mohny’s son-in-law.

19           18.     Deja Vu, Inc., Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., and Deja  
20 Vu Services, Inc. are business entities that jointly employ and control the work of members of  
21 the Class that work or who have worked at all Deja Vu Nightclubs throughout the United  
22 States and, as such, are jointly and severally liable for any violations of the wage and hour laws  
23 set forth below.

24           19.     Defendant Deja Vu, Inc. is a Nevada Corporation. The registered office for Deja  
25 Vu, Inc. is 701 S Carson St. Ste 200, Carson City, NV 89701. From Las Vegas, Deja Vu, Inc.  
26 manages, operates and/or controls the business operation, employment, and wage policies at  
27 Deja Vu Nightclubs doing business under the “Deja Vu” trade names “Deja Vu Showgirls,”  
28 “Deja Vu Dream Girls,” “Deja Vu Centerfolds,” “Hustler Club,” “Little Darlings,” “Buck’s

1 Cabaret, “Club Rouge,” “Pole Position,” “Sam’s After Dark,” and/or other “Deja Vu” trade  
2 names nationwide, including the Deja Vu nightclub where Plaintiff and all class members work  
3 or worked.

4 20. Defendant Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc. is a Michigan  
5 Corporation. Deja Vu Consulting, Inc. was formed in or about 1994 when the nightclub  
6 “consulting” arm of Deja Vu, Inc., was branched off for tax reasons. Deja Vu Consulting, Inc.  
7 n/k/a Pine Tree Assets, Inc. provides management consulting services to each of the Deja Vu  
8 Nightclubs and also licenses various “Deja Vu” trademarks to the Deja Vu Nightclubs. In or  
9 about December 17, 2014, Deja Vu Consulting, Inc. amended its articles of incorporation to  
10 reflect its name change to Pine Tree Assets, Inc. Deja Vu Consulting, Inc. n/k/a/ Pine Tree  
11 Assets, Inc. has identical “consulting” and “licensing” contracts to each Deja Vu Nightclub  
12 under which each club pays it significant monthly fees. Deja Vu Consulting, Inc. n/k/a/ Pine  
13 Tree Assets, Inc. establishes policies, which confirm that it controls the workplace at all of the  
14 Deja Vu Nightclubs, including that pertaining to the classification and wage policies of dancers  
15 working at Deja Vu Nightclubs. Upon information and belief, Deja Vu Consulting, Inc. n/k/a/  
16 Pine Tree Assets, Inc.'s stock is held by Dynamic Industries, which in turn is owned by Harry  
17 Mohny's family trust, the Durand Trust. Upon information and belief, Deja Vu Consulting,  
18 Inc. n/k/a/ Pine Tree Assets, Inc.'s officers include Donald Krontz and George Couch.

19 21. Defendant Deja Vu Services, Inc. is a Nevada Corporation. The registered  
20 office for Deja Vu Services, Inc. is 701 S Carson St. Ste 200, Carson City, NV 89701. From  
21 Las Vegas, Deja Vu Services, Inc. manages, operates and/or controls the business operation,  
22 employment, and wage policies at Deja Vu Nightclubs doing business under the “Deja Vu”  
23 trade names, “Deja Vu Showgirls,” “Deja Vu Dream Girls,” “Deja Vu Centerfolds,” “Hustler  
24 Club,” “Little Darlings”, “Buck’s Cabaret, “Club Rouge,” “Pole Position,” “Sam’s After  
25 Dark,” and/or other “Deja Vu” trade names nationwide, including the Deja Vu nightclub where  
26 Plaintiff and all class members work or worked.

27 22. Upon information and belief, Deja Vu Inc., Deja Vu Consulting, Inc. n/k/a Pine  
28 Tree Assets, Inc., and/or Deja Vu Services, Inc., along with the individual business entities



1 comprising the Deja Vu Nightclubs employ “consulting” agreements to allow Deja Vu Inc.,  
2 Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., and/or Deja Vu Services, Inc. to  
3 control, operate, direct, and manage the business affairs of Deja Vu Nightclubs, including those  
4 that affect dancer classification and table dance tip sharing policies.

5 23. At all relevant times Deja Vu Inc., Deja Vu Consulting, Inc. n/k/a Pine Tree  
6 Assets, Inc., and Deja Vu Services, Inc. employed all Dancers working in Deja Vu  
7 Nightclubs, managed, directed and controlled the operations in each Deja Vu Nightclub, and  
8 dictated the common employment policies applicable in each nightclub, including but not  
9 limited to the decisions to: (1) misclassify Dancers as independent contractors, as opposed to  
10 employees; (2) require Dancers to split their table dance tips with Defendants; (3) require  
11 Dancers to further split their table dance tips with Defendants’ managers, doormen, floor  
12 walkers, DJ’s and other employees who do not usually receive tips, by paying “tip-outs;” (4)  
13 not pay Dancers any wages; (5) demand improper and unlawful payments from class members;  
14 (6) adopt and implement employment policies that violate the FLSA and/or other wage and  
15 hour laws; and (7) threaten retaliation against any dancer attempting to assert her statutory  
16 rights to be recognized as an employee.

17 24. Defendant Las Vegas Bistro, LLC is a Nevada limited liability company with a  
18 registered office at the Corporation Trust Company of Nevada, 701 S Carson St. Ste 200,  
19 Carson City, NV 89701.

20 25. Defendant Dean Martin Dr. – Las Vegas, LLC, is a Nevada limited liability  
21 company with a registered office at the Corporation Trust Company of Nevada, 701 S Carson  
22 St. Ste 200, Carson City, NV 89701.

23 26. Defendant 2145 B Street, LLC, is a Nevada limited liability company with a  
24 registered office at the Corporation Trust Company of Nevada, 701 S Carson St. Ste 200,  
25 Carson City, NV 89701.

26 27. Defendant MIC Limited, a Michigan corporation with a registered office at the  
27 Corporation Trust Company of Nevada, 701 S Carson St. Ste 200, Carson City, NV 89701.  
28

1           28. Defendant Deja Vu Entertainment Enterprises of Minnesota, Inc. is a Minnesota  
2 corporation with a registered office located at Deja Vu, 315 Washington Ave N, Minneapolis,  
3 MN 55401.

4           29. Defendant Deja Vu – Colorado Springs, Inc. is a Colorado corporation with a  
5 registered office located at 1530 1st Ave S, Suite A, Seattle, WA 98134.

6           30. All named Defendants agreed and conspired among themselves, as well as with  
7 any third-parties which own Deja Vu Nightclubs in the United States to: (1) misclassify  
8 Dancers as independent contractors, as opposed to employees; (2) require Dancers to split their  
9 table dance tips with Defendants; (3) require Dancers to further split their table dance tips with  
10 Defendants’ managers, doormen, floor walkers, DJ’s and other employees who do not usually  
11 receive tips, by paying “tip-outs;” (4) not pay Dancers any wages; (5) demand improper and  
12 unlawful payments from class members; (6) adopt and implement employment policies that  
13 violate the FLSA and other wage and hour laws; and (7) threaten retaliation against any dancer  
14 attempting to assert her statutory rights to be recognized as an employee.

15           31. Defendants knew or should have known that their business model was unlawful,  
16 because money that patrons give to Dancers and not taken into the employer’s gross receipts is  
17 legally defined as a gratuity and the sole property of the dancer.

18           32. At all relevant times, Defendants owned and operated an enterprise engaged in  
19 interstate commerce and utilized goods which moved in interstate commerce, as defined in 29  
20 U.S.C. §§ 203(r) and 203(s).

21           33. Defendants constitute an “enterprise” within the meaning of 29 U.S.C. §  
22 203(r)(1), because they perform related activities through common control for a common  
23 business purpose. At relevant times, Plaintiff and the Class were employed by Defendants,  
24 enterprises engaged in commerce within the meaning of 29 U.S.C. § 206(a) and § 207(a).

#### 25                                   IV.           FACTUAL BASIS

##### 26           A.           **Defendants are Joint Employers of All Dancers In The Class.**

27           34. Harry Mohny entered into the exotic dance nightclub business in the mid-  
28 1980's when he purchased the original “Deja Vu” adult nightclub in Seattle, Washington.

1 Since that time Mohney has opened numerous other “Deja Vu” nightclubs in several states,  
2 either as owner (direct or indirect), manager or “consultant.” The predominant business  
3 purpose of each Deja Vu Nightclub remains the same –to showcase exotic dancers for  
4 customers. The primarily business model at each nightclub also remains the same: to classify  
5 all exotic dancers working there as independent contractors, as opposed to employees; pay  
6 them no wages; but instead have the dancers actually pay the nightclub “rent” to work by  
7 splitting the money given to them by patrons with the nightclub. While the nightclubs also  
8 earn revenue by charging admission prices and selling beverages, the “rent” paid by the  
9 dancers remains one of, if not the primary source of revenue for the nightclubs.

10 35. For licensing and other legal reasons Harry Mohney has avoided holding the  
11 nightclubs and related adult businesses directly in his own name. As a result, he shifted his  
12 ownership interests to family members and associates such as Don Krantz, George Couch and  
13 Jason Mohney.<sup>1</sup> Despite this, Mohney and/or his son, Jason Mohney exercise the highest  
14 executive authority with respect to each of the Deja Vu Nightclubs.

15 36. Deja Vu. Inc., Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., and/or  
16 Deja Vu Services, Inc., establish policies which confirm that they controls the workplace at all  
17 of the Deja Vu Nightclubs, including that pertaining to the classification of dancers and  
18 payment of wages.<sup>2</sup>

19 37. Each Deja Vu Nightclub has a common structure where it is held by a nominal  
20 corporation but all senior management, financial, legal, accounting and other critical functions  
21 are delegated, pursuant to common contracts, to centralized, affiliated companies (such as Deja  
22  
23

---

24 <sup>1</sup> See *AMW Inv. v. Commissioner*, 1996 WL 270942 (U.S. Tax Ct.) (“As Mr. Mohney’s business  
25 dealings evolved over time and he began to gain greater notoriety, his reputation as a proprietor  
26 of adult entertainment establishments preceded him and affected the future expansion of his  
27 business operations into new communities. Mr. Mohney decided to purchase property through  
28 nominees due to his concerns that he would encounter legal problems if he purchased property in  
his own name.”).

<sup>2</sup> Upon information and belief all or most of services and function previously performed by  
Deja Vu Consulting Inc., are now performed by Déjà Vu Services, Inc. and/or Pine Tree Assets,  
Inc. and/or DDVL, Inc.

Vu Services, Inc., Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., Imagination Corp.<sup>3</sup>, Modern Bookkeeping Inc.<sup>4</sup>, MIC, Ltd.<sup>5</sup>, Dynamic Industries<sup>6</sup>, the Durand Trust and/or DDVL, Inc.) which all come under the common control of Harry Mohny, Krontz, Couch and/or Jason Mohny.

38. Upon information and belief, each Deja Vu Nightclub has common “consulting” and “licensing” contracts with Deja Vu, Inc. Deja Vu Services, Inc., Deja Vu Consulting, Inc. n/k/a/ Pine Tree Assets, Inc. and/or other related entities. Through these contracts Deja Vu, Inc. and Deja Vu Services, Inc. further exercise control over each Deja Vu Nightclub and the dancers in the Class working there. Profits from the companies within the enterprise are ultimately up-streamed to Harry Mohny and/or his children, directly or indirectly. None of the transactions and dealings between the companies occur at arm’s length. Rather, the companies have common officers, directors and owners who deal amongst themselves while simultaneously “wearing many hats.”

---

<sup>3</sup> Imagination Corp. is a company owned by Harry Mohny and/or the Harry V. Mohny Revocable Trust. Imagination holds the majority ownership of certain Déjà Vu Nightclubs. The officers of Imagination are Donald Krontz, Harry Mohny and his daughter, Mary Beth Mohny.

<sup>4</sup> The Deja Vu nightclubs contract with Modern Bookkeeping, Inc. (“Modern”) for financial, bookkeeping, payroll and other support services Modern Bookkeeping, Inc.’s stock is owned by Dynamic Industries. Most corporate records of Defendants are maintained at Modern and/or shared on a common computer system. *See U.S. v. Klien*, 19 F.3d 20 (6th Cir. 1994)(describing Modern Bookkeeping as “the nerve center for Harry Mohny's adult entertainment empire”).

<sup>5</sup> MIC, Ltd. (“MIC”) is a company which owns and leases the building space which many Deja Vu Nightclubs operate out of. MIC is owned by Dynamic Industries and hence, by the Mohny family trust. *See Ellwest Stereo Theatres of Memphis, Inc. v. Commissioner of Internal Revenue*, 1995 WL 760499 at \*2 (U.S. Tax Ct. 1996)(confirming that MIC, Ltd. was a company “owned, in whole or part, by Harry V. Mohny, either directly or indirectly as one of several beneficiaries of a trust” and The Durand Trusts also owned all the stock of Dynamic Industries Ltd., a domestic corporation of which M.I.C. Limited was the wholly owned subsidiary.”)

<sup>6</sup> Dynamic Industries holds stock in Deja Vu Consulting, Inc. n/k/a/ Pine Tree Assets, Inc., Modern and MIC. Upon information and belief, the Durand Trust holds ownership shares in Dynamic Industries. *See Ellwest Stereo v. Commissioner*. 1995 WL 760499.

**B. Defendants Have Dancers in the Class Execute Draconian and Unconscionable Contracts Which Purport to Have Them Contract Out of Employment Status.**

39. Deja Vu, Inc., Deja Vu Consulting, Inc. n/k/a Pine Tree Assets, Inc., and Deja Vu Services, Inc. and/or other Defendants require dancers to execute a standard form Dancer Performance Lease in order to work at a Deja Vu Nightclub.

40. The Dancer Performance Lease is a draconian, unfair, oppressive, unconscionable and unenforceable contract.

41. The Dancer Performance Lease purports to provide dancers in the Class an “option” to work as employees or independent contractors, but in reality there is no true choice. In turn, upon information and belief, no dancer has ever “elected” to work other than as an independent contractor at a Deja Vu Nightclub.

42. Through the Dancer Performance Lease Defendants attempt to (a) penalize dancers for exercising their rights under the FLSA and state wage and hour laws and (b) coerce dancers in the Class to waive their rights under the FLSA and state wage and hour laws by labeling their relationship as that as that of an independent contractor instead of as an employee.

43. Courts, including the United States Supreme Court, have repeatedly held that the subjective intentions of the parties, labels placed on the workers, or contractual agreements are irrelevant to the determination of whether a worker is actually an “employee” covered by the FLSA and wage and hour laws. *Rutherford Food Corp. v. McComb*, 331 U.S. 722, 727, 67 S.Ct. 1473, 1476 (1947), *citing Walling v. American Needlecrafts*, 139 F.2d 60 (6th Cir. 1943) (“Where the work done, in its essence, follows the usual path of an employee, putting on an independent contractor label does not take the worker from the protection of the Act.”). Rather, whether a worker is an employee or not is governed by the economic realities test.

44. As Courts have further explained, the FLSA and state wage and hour laws are designed to defeat rather than implement contractual arrangements that attempt to have workers waive or contract out of their rights as employees. *See, e.g., Imars v. Contractors Mfg. Servs., Inc.*, 165 F.3d 27, 1998 WL 598778 at \*5 (6th Cir., 1998)(“We agree that it makes

1 very good sense to reject contractual intention as a dispositive consideration in our analysis.  
2 The reason is simple: ‘The FLSA is designed to defeat rather than implement contractual  
3 arrangements.’ [*Sec’y of Labor v. Lauritzen*, 835 F.2d 1529, 1544-455 (7th  
4 Cir.1987)(Easterbrook J., concurring)]; *see also Real v. Driscoll Strawberry Assoc.*, 603 F.2d  
5 748, 755 (9th Cir.1979) (‘Economic realities, not contractual labels, determine employment  
6 status for the remedial purposes of the FLSA.’). The FLSA represents the New Deal's  
7 rejection of *Lochner v. New York*, 198 U.S. 45, 25 S.Ct. 539 (1905), and its doctrine of  
8 freedom of contract. Even if employees freely want to work for below the minimum wage, or  
9 work in statutorily banned work conditions, or work long hours without extra compensation -  
10 even if their choices are moral and economically efficient - the FLSA does not allow this. This  
11 is true even when the bargaining is done at arm's length.”).

12 45. Applying the actual economic reality test that governs employee / independent  
13 contractor determinations, all dancers in the Class have been misclassified as independent  
14 contractors.

15 **C. Under The Economic Realities Test All Dancers In The Class Have Been**  
16 **Misclassified As Independent Contractors.**

17 46. The FLSA applied to Plaintiff and the Class at all times in which they worked at  
18 the Deja Vu Nightclubs, because Defendants employed Plaintiff and each member of the Class  
19 under the FLSA and other applicable law.

20 47. At all relevant times, Plaintiff and each member of the Class were employees of  
21 Defendants under the FLSA and applicable state wage and hour laws.

22 48. No exceptions to the application of the FLSA or state wage and hour laws apply  
23 to Plaintiff or the Class. For example, no class member has ever been a professional or artist  
24 exempt from the provisions of federal or state employment statutes. The exotic dancing  
25 performed by class members while working at Deja Vu Nightclubs does not require invention,  
26 imagination or talent in a recognized field of artistic endeavor, and Defendants never  
27 compensated class members on a set salary, wage, or fee basis.  
28

1           49.     Class members' sole source of income while working at the Deja Vu Nightclubs  
2 was tips that patrons provided in exchange for table and stage dances.

3           50.     At all relevant times, Defendants were employers of all class members under the  
4 FLSA and applicable state wage and hour laws. Defendants suffered or permitted class  
5 members to work and, directly or indirectly, exercised significant control over the wages,  
6 hours, and working conditions of the Dancers in the Class.

7           51.     At all relevant times, Defendants were joint employers of Plaintiff and all class  
8 members under the FLSA and applicable state wage and hour laws. As joint employers of  
9 Plaintiff and members of the Class, Defendants are responsible, both individually and jointly,  
10 for compliance with all of the applicable provisions of the FLSA and other applicable wage  
11 and hour laws. 29 C.F.R. § 791.2(a) and (b).

12           52.     At all relevant times, the employment terms, conditions and policies that applied  
13 to Plaintiff were materially the same as those that applied to the other class members who  
14 worked as Dancers at Deja Vu Nightclubs.

15           53.     Although the total number of class members is at this time unknown, it is  
16 estimated that hundreds of women worked as exotic Dancers at Deja Vu Nightclubs without  
17 being paid minimum wages or receiving the rights and benefits of an employee during the  
18 relevant time period.

19           54.     At all relevant times, Defendants' policies and procedures regarding the  
20 classification and treatment of class members, including Plaintiff, were the same.

21           55.     As a matter of common business policy, Defendants systematically  
22 misclassified Plaintiff and all class members as independent contractors, as opposed to  
23 employees.

24           56.     Defendants' classification of Plaintiff and class members as independent  
25 contractors was not due to any unique factor related to their employment or relationship with  
26 Defendants.

1           57. Plaintiff and members of the Class incurred financial loss, injury and damage as  
2 a result of Defendants' common practice of misclassifying them as independent contractors  
3 and failing to pay them minimum wages.

4           58. Plaintiff and members of the Class incurred financial loss, injury and damages  
5 as a result of Defendants' common practice to require class members to share tips with  
6 Defendants and other employees.

7           59. During the relevant time period, no class members received any wages or other  
8 compensation from Defendants. Members of the Class generated their income solely through  
9 tips they received from customers when they performed exotic table, chair, couch, lap and/or  
10 VIP room dances (collectively referred to herein as "table dance tips").

11           60. All money that Dancers received from customers constituted tips, not wages or  
12 service fees.

13           61. Table dance tips belong to the person to whom they are given. Patrons gave tips  
14 directly to Dancers and, therefore, the tips belong to Dancers, not Defendants.

15           62. Defendants' (or any Deja Vu Nightclub's) gross receipts do not take into  
16 account the full amount of table dance tips that patrons give Dancers. Defendants (or any Deja  
17 Vu Nightclub's) do not issue W-2 forms, 1099 forms, or any other documents to Dancers in the  
18 Class indicating any amounts being paid from their gross receipts to class members as wages.

19           63. Dancers are tipped employees, because they are engaged in an occupation in  
20 which they customarily and regularly receive more than \$30 a month in tips and no tip credits  
21 offsetting any minimum wages apply.

22           64. As employees of Defendants, all Dancers in the Class are entitled to: (1) receive  
23 the full minimum wages due, without any tip credit, reduction or other offset, and (2) retain the  
24 full amount of any table dance tips and monies given to them from customers when they  
25 perform exotic dances.

26           65. Defendants' misclassification of Dancers as independent contractors denied  
27 Plaintiff and all other class members their fundamental rights as employees to receive  
28



1 minimum wages and retain their tips in order to enhance Defendants' profits at the expense of  
2 the Class.

3 66. Employment is defined with "striking breadth" in the wage and hour laws.  
4 *Nationwide Mut. Ins. Co. v. Darden*, 503 U.S. 318, 325-26 (1992). The determining factor as to  
5 whether Dancers like Plaintiff are employees or independent contractors under FLSA is not the  
6 dancer's election, subjective intent or any contract. *Rutherford Food Corp. v. McComb*, 331  
7 U.S. 722, 727 (1947). Rather, the test for determining whether an individual is an "employee"  
8 under the FLSA is the economic reality test. Under the economic reality test, employee status  
9 turns on whether the individual is, as a matter of economic reality, in business for herself and  
10 truly independent, or rather is economically dependent upon finding employment in others. In  
11 *Terry v. Sapphire Gentlemen's Club*, 336 P.3d 951 (Nev. 2014), the Supreme Court of Nevada  
12 applied the economic reality test and reasoned, "...this court is in accord with the weight of  
13 authority, which has almost "without exception ... found an employment relationship and  
14 required ... nightclub[s] to pay [their] dancers a minimum wage." *Id.* (citing *Clincy v. Galardi*  
15 *S. Enters., Inc.*, 808 F. Supp. 2d 1326, 1343 (N.D. Ga. 2011)).

16 67. Any contract that attempts to have workers in the Class waive, limit, or abridge  
17 their statutory rights to be treated as an employee under FLSA or other applicable wage and  
18 hour laws is void, unenforceable, unconscionable and contrary to public policy. *See Morris v.*  
19 *Ernst & Young, LLP*, No. 13-16599, 2016 WL 4433080, at \*1 (9th Cir. Aug. 22, 2016) (finding  
20 that arbitration clauses in the FLSA context violate the NLRA and interfere with employees'  
21 right to engage in concerted activities for mutual aid and protection). Workers in the Class  
22 cannot validly "elect" to be treated as independent contractors or waive the right to engage in  
23 concerted activity under threat of adverse treatment. Nor can workers in the Class agree to be  
24 paid less than the minimum wage.

25 68. "Particularly where, as here, remedial statutes are in play, a putative employer's  
26 self-interested disclaimers of any intent to hire cannot control the realities of an employment  
27 relationship." *Terry v. Sapphire Gentlemen's Club*, 130 Nev. Adv. Op. 87, 336 P.3d 951, 954  
28 (2014), *reh'g denied* (Jan. 22, 2015), *citing Rutherford Food Corp. v. McComb*, 331 U.S. 722,

1 729, 67 S.Ct. 1473 (1947); *Real v. Driscoll Strawberry Assocs., Inc.*, 603 F.2d 748, 755 (9th  
2 Cir.1979); *Wirtz v. Lone Star Steel Co.*, 405 F.2d 668, 669 (5th Cir.1968).

3 69. Defendants unfairly, unlawfully, fraudulently and unconscionably attempted to  
4 coerce Dancers to waive their statutory rights and elect to be treated as independent  
5 contractors. Defendants threatened to penalize and discriminate against Dancers if they  
6 asserted their statutory rights through termination, confiscation of all table dance tips, or other  
7 retaliation. Any such retaliation based on the assertion of statutory rights under the wage and  
8 hour laws is unlawful. 29 U.S.C. § 215(a)(3).

9 70. Defendants' misclassification of Dancers, including Plaintiff and all class  
10 members, was willful. Defendants knew or should have known that Plaintiff and the other  
11 Dancers performing the same job functions were improperly misclassified as independent  
12 contractors.

13 71. Plaintiff and class members are employees rather than independent contractors  
14 because, as a matter of economic reality, they are economically dependent on Defendants as  
15 their employer.

16 72. Under the economic reality test, courts utilize several factors to determine  
17 economic dependence and employment status. They are: (i) the degree of control exercised by  
18 the alleged employer, (ii) the relative investments of the alleged employer and employee, (iii)  
19 the degree to which the employee's opportunity for profit and loss is determined by the  
20 employer, (iv) the skill and initiative required in performing the job, (v) the permanency of the  
21 relationship, and (vi) the degree to which the alleged employee's tasks are integral to the  
22 employer's business.

23 73. The totality of circumstances surrounding the employment relationship between  
24 Defendants and the Dancers in the Class establish that class members, including Plaintiff, were  
25 economically dependent on Defendants.

26 74. As a matter of economic reality, Plaintiff and all other class members are not in  
27 business for themselves and truly independent, but rather are economically dependent upon  
28 finding employment in others, namely Defendants. The Dancers are not engaged in occupations

1 or businesses distinct from that of Defendants. Rather, their work is the basis for Defendants'  
2 business and Defendants prohibit Dancers from working at other venues. Defendants obtain the  
3 customers who desire exotic dance entertainment and provide the workers who conduct the  
4 exotic dance services on behalf of Defendants. Defendants retain pervasive control over the  
5 nightclub operation as a whole, and the dancer's duties are an integral part of the operation.

6 **A. Degree of Control**

7 75. Dancers do not exert control over a meaningful part of Deja Vu Nightclubs and  
8 do not stand as separate economic entities from Defendants. Defendants exercise control over  
9 all aspects of the working relationship with Plaintiff and the other Dancers in the nightclubs.

10 76. Dancers' economic status is inextricably linked to those conditions over which  
11 Defendants have complete control. Dancers are completely dependent on Defendants for their  
12 earnings. Defendants control all the advertising and promotion without which Dancers could  
13 not survive economically. Moreover, Defendants create and control the atmosphere and  
14 surroundings at the Deja Vu Nightclubs, the existence of which dictates the flow of customers  
15 into the club. Dancers have no control over the customer volume or the atmosphere at Deja Vu  
16 Nightclubs.

17 77. Defendants employ guidelines and rules dictating the way in which Dancers  
18 must conduct themselves while working at Deja Vu Nightclubs. Defendants set the hours of  
19 operation; length of Dancers' shifts; show times during which Dancers may perform; minimum  
20 table dance tips; sequence in which Dancers perform on stage; format and themes of Dancers'  
21 performances (including their costuming and appearances); theme nights; conduct while at work  
22 (i.e., that they be on the floor as much as possible when not on stage and mingle with patrons in  
23 a manner which supports Defendants' general business plan); pay tip-splits; pay "tip-outs" to  
24 employees who do not normally receive tips from patrons; require Dancers to help sell drinks or  
25 "Deja Vu" branded novelties to patrons; and all other terms and conditions of Dancers'  
26 employment.

27 78. Defendants require Dancers to schedule work shifts of no less than one hour.  
28 Further, Defendants require Dancers to clock-in and clock-out (or otherwise check in or report)

1 at the beginning and end of each shift. If late or absent for a shift, Dancers are subject to a fine,  
2 penalty, or reprimand. Once a shift starts, Dancers are required to complete the shift and cannot  
3 leave early without penalty or reprimand.

4 79. Defendants impose other rules on Dancers such as those restricting smoking  
5 breaks, the length of breaks, how many Dancers can take such breaks at a time, and their  
6 ability to work at competing nightclubs.

7 80. While working at Deja Vu Nightclubs, Dancers perform exotic table, chair,  
8 couch, lap and/or VIP room dances for patrons. In exchange, patrons provide Dancers with  
9 tips. Defendants, not Dancers, set the minimum tip amount that Dancers must collect from  
10 patrons when performing exotic dances. Defendants announce the minimum tip amounts  
11 directly to patrons.

12 81. Defendants dictate the manner and procedure in which table dance tips are  
13 collected from customers and tracked. Each time Dancers perform an exotic table dance for a  
14 patron and receive a table dance tip, they are required to report their time and tips to  
15 Defendants. Additionally, Defendants employ other employees called “checkers,” doormen  
16 and/or floor walkers to monitor Dancers, count the number of private dances they perform,  
17 and record the amount of any table dance tips the Dancers receive. At the end of a work shift,  
18 Defendants require Dancers to clock out and account for all dances performed for patrons.

19 82. Defendants require Dancers to pay a portion of each table dance tip they  
20 receive to Defendants as “rent.” The rent payment typically exceeds 30% of each table dance  
21 tip. Alternatively, in clubs where rent is not collected on a per dance basis, the base “rent,” the  
22 dancer must pay the nightclub at the end of a shift is higher and funded through tip-splits.

23 83. Defendants do not incorporate the entire sum that Dancers receive into their  
24 gross receipts. Rather, Dancers keep their share of the payment under the tip share policy and  
25 only pay Defendants the portion they demand as “rent” (e.g. \$7 from each \$20 table dance tip  
26 received). Thus, Defendants do not pay Dancers any wages and do not issue 1099 forms, W-2  
27 forms or other documents demonstrating a dancer’s wage.  
28

1           84. Defendants establish the split or percentage that each dancer is required to pay  
2 for each tip they receive from a dance. In addition, Dancers must pay per-dance amounts or  
3 “tip-outs” (e.g. approx. \$1 for each dance) to the nightclub manager, dance checkers, disk-  
4 jockey, bouncers/door staff and/or other employees as part of Defendants’ tip-splitting policy.  
5 Dancers are also required to help sell goods (such as t-shirts, videos or hats) bearing the Deja  
6 Vu logo to patrons as part of their job duties performing table dances. As part of these  
7 “special” dances, goods are sold as a package with a table dance.

8           85. The foregoing establishes that Defendants control and set the terms and  
9 conditions of a Dancer’s work. This is the hallmark of economic dependence and control.

10           ***B. Skill and Initiative of a Person in Business for Themselves***

11           86. Dancers, like Plaintiff, do not exercise the skill and initiative of a person in  
12 business for themselves.

13           87. Defendants do not require Dancers, like Plaintiff, to have any specialized or  
14 unusual skills to work at Deja Vu Nightclubs. Prior dance experience is not required to  
15 perform at Deja Vu Nightclubs. Defendants do not require dance seminars, specialized  
16 training, instruction, or choreography for Dancers to work at Deja Vu Nightclubs. The dance  
17 skills utilized are commensurate with those exercised by ordinary people.

18           88. Dancers, like Plaintiff, do not have the opportunity to exercise the business  
19 skills and initiative necessary to elevate their status to that of independent contractors.  
20 Dancers do not own an enterprise; exercise business management skills; maintain separate  
21 business structures or facilities; exercise control over customer volume; actively participate in  
22 efforts to increase the nightclub’s client base; or establish contracting possibilities.

23           89. The scope of a Dancer’s initiative is restricted to decisions involving what  
24 clothes to wear (within Defendants’ guidelines) or how provocatively to dance.

25           90. Dancers, like Plaintiff, are not permitted to hire or subcontract other qualified  
26 individuals to provide additional dances to patrons and increase their revenues.  
27  
28

1           **C.     *Relative Investment***

2           91.     A dancer's relative investment is minor when compared to the Defendants'  
3 investment.

4           92.     Dancers, like Plaintiff, make no capital investment in a Deja Vu Nightclub's  
5 advertising, maintenance, sound system, lighting, food, beverage, or staffing. Defendants  
6 provide all investment and risk capital. Dancers' investments are limited to expenditures on  
7 costumes and make-up, which they may choose to wear while working, and their own labor.  
8 But for Defendants' provision of the lavish nightclub work environment, Dancers would earn  
9 nothing.

10          **D.     *Opportunity for Profit and Loss***

11          93.     Defendants, not Dancers, manage all aspects of the business operation including  
12 attracting investors, establishing the hours of operation, setting the atmosphere, coordinating  
13 advertising, hiring and controlling the staff (managers, waitresses, bartenders,  
14 bouncers/doormen, etc.). Defendants, not Dancers, take the true business risks for Deja Vu  
15 Nightclubs. Defendants, not Dancers, are responsible for providing the capital necessary to  
16 open, operate and expand the businesses.

17          94.     Dancers, like Plaintiff, do not control the key determinants of profit and loss  
18 of a successful enterprise. Specifically, Dancers are not responsible for any aspect of the  
19 enterprise's ongoing business risk.

20          95.     Defendants, not Dancers, are responsible for financing, acquiring and/or  
21 leasing the physical facilities, equipment, inventory, payment of wages (for managers,  
22 bartenders, doormen, and waitresses), and obtaining all appropriate business insurance and  
23 licenses. Defendants, not the Dancers, establish the minimum table dance tip amounts that  
24 should be collected from patrons when dancing.

25          96.     With respect to any "rent" payments, Dancers do not truly pay the Club's  
26 "rent" for the exclusive use of space. Rather, the term "rent" is a misnomer or subterfuge for  
27 tip-splitting. In reality, Defendants simply demand a set portion (approx. 35%) of each table  
28 dance tip patrons give Dancers.

1            97.     The extent of the risk that Dancers, like Plaintiff, face is the loss of any “base  
2 rent” fee due to Defendants when the employee clocks out after each shift. Defendants, not  
3 Dancers, shoulder the risk of loss. The table dance tips that Dancers receive are not a return for  
4 risk on capital investment; they are a gratitude for services rendered. From this perspective, a  
5 Dancer’s “return on investment” (e.g. table dance tips) is no different than that of a waiter who  
6 serves food during a customer’s meal at a restaurant.

7            ***E.     Permanency***

8            98.     Certain class members have worked at Deja Vu nightclubs significant periods of  
9 time.

10           ***F.     Integral Part of Employer’s Business***

11           99.     Dancers, like Plaintiff, are essential to the success of the Deja Vu Nightclubs,  
12 which depend on the Dancers’ exotic performances for patrons. In fact, the primary reason the  
13 nightclubs exist is to showcase the Dancers’ physical attributes for customers. The primary  
14 “product,” “good” or “service” that Defendants sell patrons are lap dances, table dances and  
15 VIP room dances performed by Dancers.

16           100.    Defendants recruit Dancers to work in their clubs and provide instructions on  
17 how to work at Deja Vu Nightclubs.

18           101.    The dejaVu.com website has a common “entertainer” application, along with an  
19 uploaded picture, that can be submitted to dejaVu.com to evaluate. [http://dejaVu.com/contact-](http://dejaVu.com/contact-us/entertainer-opportunities/)  
20 [us/entertainer-opportunities/](http://dejaVu.com/contact-us/entertainer-opportunities/). (“Interested in becoming a showgirl? Fill out the form below, or  
21 go to the club you wish to be an entertainer at and ask to see a manager. This application is for  
22 Entertainers only; all other positions click [here for application](#).”)

23           102.    Many Deja Vu nightclubs do not serve alcohol and, therefore, are not truly in  
24 direct competition with other enterprises in the nightclub, tavern or bar industry. Without  
25 exotic dances, a nightclub serving only non-alcoholic beverages would have difficulty  
26 remaining in business. Moreover, Defendants are able to charge admission prices and a much  
27 higher price for their drinks (e.g. \$10 for soft drinks and/or drink minimums) than  
28

1 establishments without Dancers, because Dancers are the main attraction at Deja Vu  
2 Nightclubs. Additionally, Dancers sell Defendants' beverages and/or novelties to customers.

3 103. The foregoing demonstrates that Dancers, including Plaintiff and all other class  
4 members, are economically dependent on Defendants and subject to Defendants' control.  
5 Defendants, therefore, misclassified Plaintiff and all class members as independent contractors  
6 and should have been paid no less than minimum wages at all times they worked at any Deja  
7 Vu Nightclub and otherwise been afforded all rights and benefits of an employee under federal  
8 and state wage and hour laws. *See Terry v. Sapphire Gentlemen's Club*, 130 Nev. Adv. Op. 87,  
9 336 P.3d 951, 960 (2014), *reh'g denied* (Jan. 22, 2015) (finding that nude dancers are useful and  
10 necessary to the operation of a business billing itself as an adult nightclub).

#### 11 V. DEFENDANTS' INTENT

12 104. All of Defendants' actions and agreements described herein were willful,  
13 intentional, and not the result of mistake or inadvertence.

14 105. Defendants were aware that the FLSA and state wage and hour laws applied to  
15 their operation of the Deja Vu Nightclubs.

16 106. Defendants were aware that, at all relevant times, their Dancers were  
17 misclassified as independent contractors.

18 107. Defendants were aware of and/or the subject of previous litigation and  
19 enforcement actions related to wage and hour law violations where the misclassification of  
20 exotic Dancers as independent contractors was challenged. In the clear majority of those prior  
21 cases, exotic Dancers working under conditions like those employed at Deja Vu Nightclubs  
22 were determined to be employees under the wage and hour laws, not independent contractors.  
23 *See Verma v. 3001 Castor, Inc.*, 2014 WL 2957453, at \*16 ("For the preceding reasons,  
24 because I find that the dancers are employees, I deny Defendant's motion for summary  
25 judgment.") and footnote 5 ("Before embarking on an examination of how the factors identified  
26 in the economic realities test apply to the undisputed facts here, I note that faced with similar  
27 factual records, "nearly without exception, [ ] courts have found an employment relationship  
28 and required the nightclub to pay its dancers a minimum wage." *Hart v. Rick's Cabaret Int'l*,



1 *Inc.*, 967 F. Supp. 2d 901, 912–13 (S.D.N.Y.2013) (citing *Harrell v. Diamond A Entm't Inc.*,  
2 992 F.Supp. 1343, 1348 (M.D.Fla.1997)) (see *Reich v. Circle C. Invs., Inc.*, 998 F.2d 324, 329  
3 (5th Cir.1993); *Stevenson v. Great Am. Dream, Inc.*, No. 12–3359, 2013 WL 6880921 at \*4–6  
4 (N.D. Ga. Dec.31, 2013); *Thornton v. Crazy Horse, Inc.*, No. 06–0251, 2012 WL 2175753, at  
5 \*15 (D. Alaska June 14, 2012); *Clinicy v. Galardi S. Enters., Inc.*, 808 F. Supp. 2d 1326, 1343  
6 (N.D.Ga.2011); *Thompson*, 779 F. Supp. 2d at 151; *Morse v. Mer Corp.*, No. 08–1389, 2010  
7 WL 2346334, at \*6 (S.D. Ind. 2010); *Reich v. Priba Corp.*, 890 F.Supp. 586, 594 (N.D. Tex.  
8 1995)). *Cf. Matson v. 7455, Inc.*, No. 98–788, 2000 WL 1132110, at \*4 (D. Or. Jan.14, 2000);  
9 *Hilborn v. Prime Time Club, Inc.*, No. 11–00197, 2012 WL 9187581, at \*1 (E.D. Ark. July 12,  
10 2012).”)

11 108. Defendants were aware, and on actual or constructive notice, that applicable law  
12 rendered all table dance tips that patrons gave Dancers as the Dancers’ sole property, rendering  
13 Defendants’ tip-share, rent and tip-out policies unlawful.

14 109. Despite being on notice of their violations, Defendants intentionally chose to  
15 continue to misclassify Dancers, withhold payment of minimum wages, and require Dancers to  
16 split their tips with Defendants and their employees to enhance their profits. Such conduct and  
17 agreements were intentional, unlawful, fraudulent, deceptive, unfair and contrary to public  
18 policy.

## 19 VI. INJURY AND DAMAGE

20 110. Plaintiff and all class members suffered injury, were harmed, incurred damage,  
21 and financial loss because of Defendants’ conduct complained of herein. Among other things,  
22 Plaintiff and the Class were entitled to minimum wages and to retain all the table dance tips  
23 and other tips they were given by patrons.

24 111. By failing to pay Plaintiff and the Class minimum wages and interfering with  
25 their right to retain all the table dance tips and other tips they were given by patrons,  
26 Defendants injured Plaintiff and all class members and caused them financial loss, harm, injury  
27 and damage.

1                                   **VII.           COLLECTIVE ACTION ALLEGATIONS**

2           112. Plaintiff brings Count I of this Complaint as a collective action, alleging  
3 violations of the FLSA on behalf of themselves and all similarly situated individuals. The  
4 proposed FLSA Collective Class is defined as:

5           All individuals who, at any time from the date three years prior to the date the  
6 Complaint is originally filed, through the present (or the applicable statute of  
7 limitations for any of the pending lawsuits, whichever is longer), worked as an  
8 exotic dancer at a Deja Vu Nightclub in the United States and were not paid  
9 minimum wages.

10          (Referred to herein as the “Collective Class”).

11          Plaintiff reserves the right to modify this definition prior to conditional certification of  
12 the FLSA Collective Class.

13          113. Plaintiff has consented in writing to be a part of this action, pursuant to 29  
14 U.S.C. § 216(b).

15          114. Plaintiff and members of the Collective Class are similarly situated in that they  
16 are/were Dancers at Deja Vu Nightclub, have/had substantially similar job requirements, pay  
17 provisions, and are/were subject to Defendants’ pervasive right to control their daily job  
18 functions.

19          115. Defendants misclassified Plaintiff and Collective Class members as independent  
20 contractors, rather than employees, and did not pay Plaintiff or Collective Class members the  
21 minimum wage required under state and federal laws.

22          116. Defendants engaged in unlawful tip sharing by requiring Plaintiff and Collective  
23 Class members to share monies that they received from patrons with Defendants and  
24 Defendants’ other employees.

25          117. Defendants’ conduct, as set forth in this Complaint, was willful and caused  
26 Plaintiff and all Collective Class members significant damages and financial loss.

1 118. Defendants are liable under the FLSA for failing to properly compensate  
2 Plaintiff and all Collective Class members. Those similarly situated employees are known to  
3 Defendants and are readily identifiable through Defendants' records.

4 **VIII. CLASS ACTION ALLEGATIONS**

5 119. Plaintiff brings Count Five of this Complaint as a national class action pursuant  
6 to Rule 23 of the Federal Rules of Civil Procedure on behalf of a "Rule 23 Class" defined as  
7 follows:

8 All individuals who, at any time from the date four years prior to the date the  
9 Complaint is originally filed, through the present (or the applicable statute of  
10 limitations for any of the pending lawsuits, whichever is longer), worked as an  
11 exotic dancer at a Deja Vu Nightclub in the United States and were not paid any  
12 minimum wages.

13 (Referred to herein as the "Class").

14 120. Plaintiff brings Counts Two of this Complaint as a class action pursuant to Rule  
15 23 of the Federal Rules of Civil Procedure on behalf of a "Rule 23 Class" defined as follows:

16 All individuals who, at any time from the date four years prior to the date the  
17 Complaint is originally filed, through the present (or the applicable statute of  
18 limitations for any of the pending lawsuits, whichever is longer), worked as an  
19 exotic dancer at a Deja Vu Nightclub in the state of Nevada and were not paid any  
20 minimum wages.

21 (Referred to herein as the "Nevada Subclass").

22 121. Plaintiff brings Count Three of this Complaint as a class action pursuant to Rule  
23 23 of the Federal Rules of Civil Procedure on behalf of a "Rule 23 Class" defined as follows:

24 All individuals who, at any time from the date three years prior to the date the  
25 Complaint is originally filed, through the present (or the applicable statute of  
26 limitations for any of the pending lawsuits, whichever is longer), worked as an  
27 exotic dancer at a Deja Vu Nightclub in the State of Minnesota and not paid any  
28 minimum wages.

1 (Referred to herein as the “Minnesota Subclass”).

2 122. Plaintiff brings Count Four of this Complaint as a class action pursuant to Rule  
3 23 of the Federal Rules of Civil Procedure on behalf of a “Rule 23 Class” defined as follows:

4 All individuals who, at any time from the date three years prior to the date the  
5 Complaint is originally filed, through the present (or the applicable statute of  
6 limitations for any of the pending lawsuits, whichever is longer), worked as an  
7 exotic dancer at a Deja Vu Nightclub in the State of Colorado and not paid any  
8 minimum wages.

9 (Referred to herein as the “Colorado Subclass”).

10 123. Numerosity: The individuals in the Class and each Subclass are so numerous  
11 that joinder of all members is impracticable. The precise number of members each Subclass is  
12 unknown to Plaintiff, but the number greatly exceeds the number that would make joinder  
13 practicable. The number of individuals who have worked as Dancers at each of the Deja Vu  
14 Nightclubs during the relevant time period but who were not paid any minimum wages exceeds  
15 500 women.

16 124. Commonality: Questions of law and fact common to Collective Class and each  
17 Subclass predominate over any questionsj solely affecting individual members, including, but  
18 not limited to:

19 a. whether Defendants violated the FLSA other applicable wage and hour laws by  
20 classifying all exotic Dancers at Deja Vu Nightclubs as “independent contractors,” as opposed  
21 to employees, and not paying them minimum wages;

22 b. whether the monies patrons gave Dancers in exchange for table dances were  
23 gratuities;

24 c. whose property did the monies given to Dancers belong when Dancers  
25 performed table dances;

26 d. whether Defendants unlawfully required class members to split their tips with  
27 Defendants and Defendants’ employees;

28 e. whether Defendants are joint employers of the Dancers in the Class;

1 f. whether Defendants and certain third parties agreed and conspired to deny class  
2 members their rights under the wage and hour laws;

3 g. whether Defendants failed to keep required employment records;

4 h. whether Defendants engaged in unlawful acts by classifying all Dancers at Deja  
5 Vu Nightclubs as “independent contractors” as opposed to employees, not paying them any  
6 minimum wages, splitting their tips, and threatening to terminate or penalize Dancers for  
7 exercising their statutory rights; and

8 i. the amount of damages, restitution, and/or other relief (including all applicable  
9 civil penalties, liquidated damages and equitable relief) available which Plaintiff and the Class  
10 are entitled to.

11 125. Typicality: Plaintiff’s claims are typical of those of the Class and each Subclass  
12 member, like other members of the Class and each Subclass, was misclassified as an  
13 independent contractor and denied her legal rights to wages and to keep her gratuities.  
14 Plaintiff’s misclassification resulted from the implementation of a common business practice  
15 which affected all class members in a similar way. Plaintiff challenges Defendants’ business  
16 practices under legal theories common to all class members.

17 126. Adequacy: Plaintiff and the undersigned counsel are adequate representatives of  
18 the Class. Plaintiff is a member of the Class and each Subclass. Given Plaintiff’s injuries and  
19 losses, Plaintiff has the incentive and is committed to the prosecution of this action for the  
20 benefit of the Class and each Subclass. Plaintiff has no interests that are antagonistic to those  
21 of the Class and each Subclass or that would cause her to act adversely to the best interests of  
22 the other class members. Plaintiff has retained counsel experienced in class action litigation,  
23 including wage and hour disputes.

24 127. Superiority: This action is maintainable as a class action, because the  
25 prosecution of separate actions by individual members of the Class and each Subclass would  
26 create a risk of inconsistent or varying adjudications with respect to individual members of the  
27 Class and each Subclass which would establish incompatible standards of conduct for  
28 Defendants.

128. Predominance: This action is maintainable as a class action because questions of law and fact common to the Class and each Subclass predominate over any questions affecting only individual members of the Class and each Subclass, and because a class action is superior to other methods for the fair and efficient adjudication of this action.

## COUNT ONE

## VIOLATION OF THE FLSA

**(Failure to Pay Statutory Minimum Wages)**

(Brought by Plaintiff on behalf of themselves and the FLSA Collective Class)

129. Plaintiff re-alleges all preceding paragraphs of this Complaint, as if fully set forth herein.

130. At all relevant times, Defendants jointly employed Plaintiff and all Collective Class members within the meaning of the FLSA.

131. 29 U.S.C. § 206 requires that Defendants pay all employees minimum wages for all hours worked. 29 U.S.C. § 206(a) provides in pertinent part:

Every employer shall pay to each of his employees who in any workweek is engaged in commerce or in the production of goods for commerce, or is employed in an enterprise engaged in commerce or in the production of goods for commerce, wages at the following rates:

(1) except as otherwise provided in this section, not less than--

(A) \$5.85 an hour, beginning on the 60th day after May 25, 2007;

(B) \$6.55 an hour, beginning 12 months after that 60th day; and

(C) \$7.25 an hour, beginning 24 months after that 60th day;

132. 29 U.S.C. § 207(a) provides in pertinent part:

...no employer shall employ any of his employees who in any workweek is engaged in commerce or in the production of goods for commerce, or is employed in an enterprise engaged in commerce or in the production of goods for commerce for a workweek longer than forty hours unless such employee receives

1 compensation for his employment in excess of the hours above specified at a rate  
2 of not less than one and one-half times the regular rate at which he is employed.

3 133. Defendants failed to pay Dancers working at the Deja Vu Nightclubs, including  
4 Plaintiff, the minimum wages set forth in 29 U.S.C. § 206 or § 207, or any wages whatsoever.  
5 In fact, Defendants required that Dancers, including Plaintiff, pay them in order to work.

6 134. Defendants failed to pay Dancers, including Plaintiff, minimum wages  
7 throughout the relevant time period, because they misclassified Plaintiff and all Collective  
8 Class members as independent contractors.

9 135. The amounts Defendants' patrons paid to Dancers, including Plaintiff and all  
10 Collective Class members, in relation to private table dances performed were tips, not wages.  
11 Those monies were not the property of Defendants and were not made part of any of  
12 Defendants' gross receipts.

13 136. As a result, the amounts customers paid Dancers, like Plaintiff, were tips, not  
14 wages or service fees, and no part of those amounts can be used to offset Defendants'  
15 obligation to pay Plaintiff or Collective Class members minimum wages. *See e.g., Terry v.*  
16 *Sapphire*, 336 P.3d at 956 (Nev. 2014) (*citing Dancer I–VII v. Golden Coin, Ltd.*, 176 P.3d  
17 271, 274–75 (Nev. 2008) (finding that "... Nevada law excluded tips from the calculation of an  
18 employee's minimum wages —contrary to the rule under the FLSA—because the language of  
19 the relevant statutes was entirely conflicting." (citations omitted))).

20 137. Further, no tip credit applies to reduce or offset any minimum wages due. The  
21 FLSA only permits an employer to allocate an employee's tips to satisfy a portion of the  
22 statutory minimum wage requirement provided that the following conditions are satisfied: (1)  
23 the employer must inform the tipped employees of the provisions of § 3(m) of the FLSA, 29  
24 U.S.C. § 203(m), and (2) tipped employees must retain *all the tips* received except those tips  
25 included in a tipping pool among employees who customarily receive tips. 29 U.S.C. § 203(m)  
26 (emphasis added).

27 138. Defendants did not inform Dancers, like Plaintiff, of the provisions of § 3(m) of  
28 the FLSA, 29 U.S.C. § 203(m), and Plaintiff did not retain all the tips received except those

tips included in a tipping pool among employees who customarily receive tips. 29 U.S.C. § 203(m).

139. Defendants never notified Dancers like Plaintiff that their table dance tips were being used to reduce the minimum wages otherwise due under FLSA's tip-credit provisions and that they were still due the reduced minimum wage for tipped employees. Rather, Defendants maintained that no Dancers were ever due any minimum wages as a result to their classification as independent contractors.

140. Defendants' requirement that Dancers, including Plaintiff, split their tips and (1) pay Defendants a portion of all table dance tips as "rent"; and (2) pay a percentage of their tips as "tip-outs" to other employees who do not customarily receive tips, such as managers, checkers, disc-jockeys and bouncers/doormen/floor walkers, was not part of a valid tip pooling or tip sharing arrangement.

141. Based on the foregoing, Plaintiff and the members of the Collective Class are entitled to the full statutory minimum wages set forth in 29 U.S.C. §§ 206 and 207 for all periods in which they worked at Deja Vu Nightclubs, along with all applicable penalties, liquidated damages, and other relief.

142. Defendants' conduct in misclassifying Dancers, including Plaintiff, as independent contractors was intentional and willful and done to avoid paying minimum wages and the other benefits that they were legally entitled to.

143. The FLSA provides that a private civil action may be brought for the payment of federal minimum wages and for an equal amount in liquidated damages in any court of competent jurisdiction by an employee under 29 U.S.C. § 216(b) ("Any employer who violates the provisions of section 206 or section 207 of this title shall be liable to the employee or employees affected in the amount of their unpaid minimum wages, or their unpaid overtime compensation, as the case may be, and in an additional equal amount as liquidated damages."). Moreover, Plaintiff may recover attorneys' fees and costs incurred in enforcing their rights pursuant to 29 U.S.C. § 216(b).



1 144. 12 U.S.C. § 211(c) provides in pertinent part:

2 (c) Records

3 Every employer subject to any provision of this chapter or of any order issued  
4 under this chapter shall make, keep, and preserve such records of the persons  
5 employed by him and of the wages, hours, and other conditions and practices of  
6 employment maintained by him, and shall preserve such records for such periods  
7 of time, and shall make such reports therefrom to the Administrator as he shall  
8 prescribe by regulation or order as necessary or appropriate for the enforcement of  
9 the provisions of this chapter or the regulations or orders thereunder.

10 145. 29 C.F.R. § 516.2 and 29 C.F.R. § 825.500 further require employers to  
11 maintain and preserve payroll or other records containing, without limitation, the total hours  
12 worked by each employee each workday and total hours worked by each employee each  
13 workweek.

14 146. 29 U.S.C. § 215(a)(5) provides in pertinent part:

15 [I]t shall be unlawful for any person — (5) to violate any of the provisions of  
16 section 211(c) of this title...

17 147. To the extent Defendants failed to maintain all records required by the statutes  
18 and regulations, and failed to furnish Plaintiff comprehensive statements showing the hours  
19 that they worked during the relevant time period, it also violated the aforementioned laws  
20 causing Plaintiff damage.

21 148. When the employer fails to keep accurate records of the hours worked by its  
22 employees, the rule in *Anderson v. Mt. Clemens Pottery Co.*, 328 U.S. 680, 687-688 66 S.Ct.  
23 1187 (1946) is controlling. That rule states:

24 ...where the employer's records are inaccurate or inadequate ... an employee has  
25 carried out his burden if he proves that he has in fact performed work for which  
26 he was improperly compensated and if he produces sufficient evidence to show  
27 the amount and extent of that work as a matter of just and reasonable inference.

28 The burden then shifts to the employer to come forward with evidence of the

1 precise amount of work performed or with evidence to negative the  
2 reasonableness of the inference to be drawn from the employee's evidence. If the  
3 employer fails to produce such evidence, the court may then award damages to  
4 the employee, even though the result be only approximate.

5 149. The Supreme Court set forth this test to avoid placing a premium on an  
6 employer's failure to keep proper records in conformity with its statutory duty, thereby  
7 allowing the employer to reap the benefits of the employees' labors without proper  
8 compensation as required by the FLSA. Where damages are awarded pursuant to this test,  
9 "[t]he employer cannot be heard to complain that the damages lack the exactness and precision  
10 of measurement that would be possible had he kept records in accordance with ... the Act." *Id.*

11 150. Plaintiff, on behalf of all Collective Class members, seeks unpaid minimum  
12 wages at the required legal rate for all working hours during the relevant time period, back pay,  
13 restitution, damages, reimbursement of any base rent and tip-splits, liquidated damages,  
14 prejudgment interest calculated at the highest legal rate, attorneys' fees and costs, and all other  
15 costs, penalties and other relief allowed by law.

16 **COUNT TWO**

17 **VIOLATION OF THE NEVADA WAGE AND HOUR LAW, N.R.S. § 608.005 *et seq.***

18 **(Failure to Pay Minimum Wages)**

19 **(Against Defendants Deja Vu, Inc., Deja Vu Consulting, Inc., n/k/a/ Pine Tree Assets,**  
20 **Inc., Deja Vu Services, Inc., Dean Martin Dr – Las Vegas LLC, Las Vegas Bistro, LLC,**  
21 **and 2145 B Street, LLC)**

22 151. Plaintiff re-alleges all preceding paragraphs of this Complaint as if fully set  
23 forth herein.

24 152. Plaintiff brings this action individually and on behalf of both the Nevada  
25 Subclass.

26 153. At all relevant times, Plaintiff and members of the Nevada Subclass were  
27 employees of the Defendants within the meaning of N.R.S. § 608.010.  
28

1           154. At all relevant times, Defendants were the employers of all members of the  
2 Nevada Subclass within the meaning of N.R.S. § 608.011.

3           155. The Nevada Wage and Hour Law requires that all employees be paid minimum  
4 wages by their employers. N.R.S. §§ 608.016, 608.100, 608.140, 608.170, 608.190, 608.250-  
5 608.290.

6           156. The Nevada Wage and Hour Law provides for higher hourly minimum wages  
7 than the FLSA. Therefore, that wage applies to all members of the Nevada Subclass. 29  
8 U.S.C. § 218(a). As of July 1, 2016, the minimum wage in Nevada is \$8.25 per hour.

9           157. Nevada law does not allow for any reduction or offset in any minimum wages  
10 based on tips received. N.R.S. § 608.160(1)(b). Further, employers cannot take any portion of  
11 an employee's tips.

12           158. Any agreement between an employee and an employer to receive less than the  
13 minimum wage is invalid.

14           159. Employers must pay premium or overtime rates when employees work beyond  
15 specific daily or weekly limits. For example, Nevada law provides that employees shall  
16 receive compensation of not less than 1 ½ times the regular rate for employment in excess of 8  
17 hours per day or 40 hours per week.

18           160. By requiring class members to share their tips (e.g., table dance tips) with  
19 Defendants and/or their employees (tip-outs), Defendants violated Nevada law.

20           161. Defendants failed to pay Plaintiff and the Nevada Subclass any minimum wages  
21 for their labor during the relevant time period in violation of Nevada law. All unpaid minimum  
22 and overtime wages must now be paid to the Nevada Subclass.

23           162. All amounts paid to members of the Nevada Subclass by customers in relation  
24 to dances performed were tips, not wages or service fees and cannot be used to offset  
25 Defendants' obligations to pay minimum and overtime wages.

26           163. Based on the foregoing, all members of the Nevada Subclass were injured,  
27 damaged, and incurred financial loss.  
28

164. By failing to maintain employment records under the FLSA and/or other applicable wage and hour laws, Defendants engaged in unlawful, unfair, unconscionable and/or fraudulent business acts or practices in violation of the N.R.S. § 608.115. By failing to maintain employment records, Defendants injured the members of the Nevada Subclass and caused damages.

165. By reason of the foregoing and pursuant to N.R.S. § 608.260, Plaintiff and each member of the Nevada Subclass are entitled to recover from Defendants unpaid minimum wages, unpaid overtime wages, backpay, liquidated damages if available, injunctive relief, declaratory relief, prejudgment interest, the cost of bringing this action (including reasonable attorneys' fees and costs), and any other relief allowed by law and deemed just and equitable in the circumstances.

**COUNT THREE**

**VIOLATION OF MINN. STAT. § 177.23 *et seq.***

**(Violations of Minnesota's Fair Labor Standards Act)**

**(Against Defendants Deja Vu, Inc., Deja Vu Consulting, Inc., n/k/a/ Pine Tree Assets, Inc., Deja Vu Services, Inc., MIC Limited, and Deja Vu Entertainment Enterprises of Minnesota, Inc.)**

166. Plaintiff re-alleges all preceding paragraphs of this Complaint as if fully set forth herein.

167. Plaintiff brings this action individually and on behalf of the Minnesota Subclass.

168. At all relevant times, Plaintiff and members of the Minnesota Subclass were employees of the Defendants within the meaning of Minnesota state wage and hour laws mandating the payment of minimum wages, including the Minnesota Fair Labor Standard Act, Minn. Stat. § 177.23 *et seq.*

169. At all relevant times, Defendants were the employers of Plaintiff and all members of the Minnesota Subclass within the meaning of Minnesota state wage and hour laws, including the Minnesota Fair Labor Standard Act, Minn. Stat. § 177.23 *et seq.*

1           170. Defendants were joint employers of Plaintiff and the Minnesota Subclass, along  
2 with any other nominal owners of Deja Vu Nightclubs where the Dancers in the Class worked.

3           171. Defendants failed to pay Plaintiff and the Minnesota Subclass any minimum  
4 wages for their labor during the relevant time period in violation of Minnesota law. All unpaid  
5 minimum and overtime wages must now be paid to the Class along with other relief  
6 appropriate under the circumstances.

7           172. The Minnesota Fair Labor Standards Act requires that all employees be paid  
8 minimum wages by their employers. Minn. Stat. §§ 177.21-177.35.

9           173. The Minnesota Fair Labor Standards Act provides for higher hourly minimum  
10 wages than FLSA. Therefore, that wage applies to all members of the Minnesota Subclass. 29  
11 U.S.C. § 218(a). As of August 1, 2016, the minimum wage in Minnesota is \$9.50 per hour for  
12 large employers whose annual gross volume of sales made or business done is not less than  
13 \$500,000.

14           174. Minnesota law does not allow for any reduction or offset in any minimum  
15 wages based on tips received. Minn. Stat. § 177.24 subd. 2. Further, employers cannot take  
16 any portion of an employee's tips. Minn. Stat. § 177.24 subd. 3.

17           175. All amounts paid to members of the Minnesota Subclass by customers in  
18 relation to dances performed were tips, not wages or service fees and cannot be used to offset  
19 Defendants' obligation to pay minimum and overtime wages.

20           176. Defendants' conduct requiring class members to split their tips and pay "rent"  
21 constituted unlawful tip splitting, which injured Minnesota Subclass members.

22           177. Based on the foregoing, all members of the Minnesota Subclass were injured,  
23 damaged, and incurred financial loss.

24           178. By failing to maintain complete records regarding each Minnesota Subclass  
25 member's employment, including hours worked and any deductions from wages, Defendants  
26 violated applicable state wage and hour laws including Minn. Stat. §177.30 *et seq.* By failing to  
27 maintain employment records, Defendants injured the Minnesota Subclass and caused  
28 damages.

1 179. None of the provisions of the state wage and hour laws can be contravened, set  
2 aside, abrogated, or waived by Class members.

3 180. By reason of the foregoing, Plaintiff and each member of the of the Minnesota  
4 Subclass are entitled to recover from Defendants unpaid minimum wages, unpaid overtime  
5 wages, backpay, liquidated damages if available, injunctive relief, declaratory relief,  
6 prejudgment calculated at the highest legal rate, the cost of bringing this action (including  
7 reasonable attorneys' fees and costs), and any other relief allowed by law and deemed just and  
8 equitable in the circumstances.

9 **COUNT FOUR**

10 **VIOLATION OF COLORADO WAGE ACT, C.R.S. § 8-4-101 et seq.**

11 **(Against Defendants Deja Vu, Inc., Deja Vu Consulting, Inc., n/k/a/ Pine Tree Assets,**  
12 **Inc., Deja Vu Services, Inc., and Deja Vu – Colorado Springs, Inc.)**

13 181. Plaintiff re-alleges all preceding paragraphs of this Complaint as if fully set  
14 forth herein.

15 182. Plaintiff brings this action individually and on behalf of the Colorado Subclass.

16 183. At all relevant times, Plaintiff and members of the Colorado Subclass were  
17 employees of the Defendants within the meaning of Colorado state wage and hour laws  
18 mandating the payment of minimum wages, including the Colorado Wage Act, C.R.S. § 8-4-  
19 101 *et. seq.*

20 184. The Colorado Wage Claim Act ("CWCA"), C.R.S. §§ 8-4-101 to 123, the  
21 applicable regulations (7 Colo. Code Regs. 1103), and the Colorado Minimum Wage Order  
22 (currently "Wage Order No. 32") regulate wage claims in Colorado.

23 185. At all relevant times, Defendants were the employers of Plaintiff and all  
24 members of the Colorado Subclass within the meaning of Colorado state wage and hour laws,  
25 including the Colorado Wage Act.

26 186. Defendants were joint employers of Plaintiff and the Colorado Subclass, along  
27 with any other nominal owners of Deja Vu Nightclubs in Colorado.  
28

1           187. Defendants failed to pay Plaintiff and the members of Colorado Subclass any  
2 minimum wages for their labor during the relevant time period in violation of Colorado law.  
3 All unpaid minimum and overtime wages must now be paid to the Class along with other relief  
4 appropriate under the circumstances.

5           188. The Colorado Wage Act requires that all employees be paid minimum wages by  
6 their employers. C.R.S. § 8-4-103, C.R.S. § 8-4-109. If an employer refused to pay all earned  
7 wages the employer is liable for the wages as well as a penalty that may meet or exceed 125%  
8 of the amount owed, or up to 10 days of the employee's daily earning, whichever is greater.  
9 C.R.S. § 8-4-109 (3); C.R.S. § 8-4-103; C.R.S. § 8-4-113.

10           189. The Colorado Wage Act provides for higher hourly minimum wages than the  
11 FLSA. Therefore, that wage applies to all members of the Colorado Subclass. 29 U.S.C. §  
12 218(a). As of January 1, 2016, the minimum wage in Colorado is \$8.31. (\$8.31/hour as of Jan.  
13 1, 2016, in Colorado and \$7.25 per hour effective July 24, 2009, under the FLSA.)

14           190. If an employee is covered by federal and Colorado state minimum wage laws,  
15 then the employer must pay the higher minimum wage for tipped employees. Federal tipped  
16 minimum wage is currently \$2.13 per hour, which is lower than the 2016 Colorado tipped  
17 minimum wage of \$5.29 per hour.

18           191. Colorado law does not allow for any reduction or offset in any minimum wages  
19 based on tips received. Further, employers cannot take any portion of an employee's tips.

20           192. All amounts paid to members of the Colorado Subclass by customers in relation  
21 to dances performed were tips, not wages or service fees and cannot be used to offset  
22 Defendants' obligation to pay minimum and overtime wages.

23           193. Defendants' conduct requiring class members to split their tips and pay "rent"  
24 constituted unlawful tip splitting, which injured Colorado Subclass members.

25           194. Defendants actions misclassifying dancers was willful and intentional extending  
26 any applicable statute of limitations. C.R.S. § 8-4-122.

27           195. Based on the foregoing, all members of the Colorado Subclass were injured,  
28 damaged, and incurred financial loss.





1 Nightclubs located throughout the United States in effort to avoid paying the dancers wages  
2 and employment benefits, such as social security contributions and payroll taxes.

3 204. At all relevant times, Defendants and the entities comprising the enterprise  
4 knew that the dancers were misclassified, yet intentional continued to misclassify them as  
5 independent contractors and have the dancers waive their rights.

6 205. At all relevant times, Defendants and the entities comprising the enterprise  
7 knew that any attempts to have dancers working at the Deja Vu Nightclubs waive their rights  
8 to be treated as employees were void, unfair and unconscionable.

9 206. Defendants' acts caused Plaintiff and the members of the Class injury and  
10 financial loss.

11 207. By reason of the foregoing, Plaintiff and each member of the of the Class are  
12 entitled to recover from Defendants unpaid minimum wages, penalties, unpaid overtime wages,  
13 backpay, liquidated damages if available, injunctive relief, declaratory relief, prejudgment  
14 calculated at the highest legal rate, the cost of bringing this action (including reasonable  
15 attorneys' fees and costs), and any other relief allowed by law and deemed just and equitable in  
16 the circumstances.

17 **IX. JURY DEMAND**

18 Plaintiff and the Class hereby request a trial by jury on all matters so triable.

19 **X. PRAYER FOR RELIEF**

20 Wherefore, based on the foregoing, Plaintiff both individually and on behalf of all  
21 members of the Class and Subclasses, requests that judgment be entered against Defendants for  
22 the following:

23 a. Declaring that Defendants' acts or omissions described in this Complaint  
24 constitute violations of applicable federal and state laws that protect Plaintiff and all members  
25 of the Class and subclasses;

26 b. Enjoining Defendants and its employees, officers, directors, agents, successors,  
27 assignees, affiliates, merged or acquired predecessors, parent or controlling entities,  
28

1 subsidiaries and all other persons acting in concert or participation with them, from their  
2 unlawful acts;

3 c. That Defendants be required to make Plaintiff and all members of the Class and  
4 subclasses whole for their adverse, retaliatory, and discriminatory actions with compensatory  
5 damages and with interest of an appropriate inflation factor;

6 d. That Defendants be required to compensate Plaintiff, Collective Class members,  
7 and class members with all statutory damages, liquidated damages, civil penalties, and/or other  
8 relief allowed by federal and state wage and hour law and with interest of an appropriate  
9 inflation factor.

10 e. Designation of this action as a collective action on behalf of Plaintiff and those  
11 similarly situated, and prompt issuance of notice pursuant to 29 U.S.C. § 216(b) to all those  
12 similarly situated apprising them of the pendency of this action and permitting them to assert  
13 timely FLSA claims in this action by filing individual consent forms;

14 f. An Order certifying the Rule 23 Class on behalf of the Class and Subclasses  
15 defined above; appointing Plaintiff as the Class Representative; and appointing the undersigned  
16 counsel of record as Class Counsel;

17 g. That Plaintiff be awarded reasonable attorneys' fees, costs, and disbursements  
18 pursuant to statute;

19 ///

20 ///

21 ///

22 ///

23 ///

24 ///

25 ///

26 ///

27 ///

28 ///

1           h.       That the Court grant other and further relief as it deems fair and equitable.

2  
3       DATED this 24th day of January 2017.

4                               Respectfully submitted,

5                               By: /s/ Michael Kind  
6                               Michael Kind, Esq.  
7                               Kazerouni Law Group, APC  
8                               7854 W. Sahara Avenue  
                              Las Vegas, NV 89117

9                               Charles S. Zimmerman (AZ Bar No. 029602)  
10                              *Subject to admission pro hac vice*  
11                              Hart L. Robinovitch (AZ Bar No. 020910)  
12                              *Subject to admission pro hac vice*  
13                              ZIMMERMAN REED, LLP  
14                              14646 N. Kierland Blvd., Suite 145  
15                              Scottsdale, AZ 85254  
                              Telephone: (480) 248-6400  
                              Facsimile: (480) 348-6415  
                              E-Mail: Charles.Zimmerman@zimmreed.com  
                              E-Mail: Hart.Robinovitch@zimmreed.com

16                              Hannah P. Belknap (CA Bar No. 294155)  
17                              *Subject to admission pro hac vice*  
18                              ZIMMERMAN REED, LLP  
19                              2381 Rosecrans Avenue, Suite 328  
20                              Manhattan Beach, CA 90245  
                              Telephone: (877) 500-8780  
                              Facsimile: (877) 500-8781  
                              E-Mail: Hannah.Belknap@zimmreed.com

21                              Christopher D. Jozwiak (MN Bar No. 386797)  
22                              *Subject to admission pro hac vice*  
23                              Dustin W. Massie (MN Bar No. 0396061)  
24                              *Subject to admission pro hac vice*  
25                              BAILLON THOME JOZWIAK & WANTA LLP  
26                              100 South Fifth Street, Suite 1200  
27                              Minneapolis, MN 55402  
                              Telephone: (612) 252-3570  
                              Fax: (612) 252-3571  
                              E-Mail: cjozwiak@baillonhome.com  
                              E-Mail: dmassie@baillonhome.com

28                              Attorneys for Plaintiff and the Putative Class